HYDRAULIC FRACTURING A TRIBAL PERSPECTIVE

NATIONAL TRIBAL OPERATIONS COMMITTEE MEETING

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HYDRAULIC FRACTURING

- * Varying perspectives in Indian Country regarding "fracking".
- * Some Tribes want "fracking" and claim they are ready for it, others don't want it at all!
- * Many others fall between these two perspectives.
- * In addition to Tribes there are Allottees who must somehow be at the table.

* Policy-making

* Legal

* Technical

* Administrative

- * Policy-making
- Major energy development issues.
- Role of water, land & air in larger tribal context.
- > Cultural & archaeological concerns.
- > Development of energy policy goals.
- > Chemical disclosure.
- > Political issues affecting energy development.

- * Legal
- > Status of Tribes energy resources.
- > Types of Agreements. (IMDA)
- > Legal resources available.
- > Codes and ordinances (Present & future).
- > Tribal govt. structure and court system.
- Tribes collecting or sharing in penalties.
- > Barriers and incentives.
- Conservation tax & tax structure.
- > Tribal Energy Resource Agreements (TERA's).

* Technical

- > Understand resource base (quality/quantity).
- Baseline data (air, land & surface/gw).
- > Analysis of reserves (principals & locations).
- Research & inventory data.
- > Assign research responsibilities.
- > Resource monitoring activities.
- > Field data collection.
- > Protection strategies.

- * Administrative
- > Manpower & qualifications.
- > Tribal Energy Departments.
- > Infrastructure & development funding.
- > Criteria for resource use & management.
- » Building environmental quality into agreements & codes.
- Role of Federal Agencies.
- > Inter-Governmental Agreements (Tribes,

- * **EPA** UIC, water & air.
- > Technical assistance.
- > Financial resources.
- > Transfer of databases & records mgmt.
- > Evaluation, assessment & utilization of data.
- Listening to Tribes (Consultation).
- Promulgating rules.
- Sorting through the regulatory framework of Eederal agencies.
- > Upgrade the Tribal standing within EPA.

- * **BIA** Surface responsibilities
- Central Office guidance.
- Regional Office obligations.
- Agency responsibilities.
- > 638 contracting.
- Inter-governmental Personnel Actions. (IPA agreements).
- Inter-agency collaboration & communication.

- * <u>BLM</u> Inspection & Enforcement
- > Federal Oil & Gas Royalty Management Act of 1982.
- FOGRMA Section 202, Cooperative
 Agreements, allows Tribes to assume functions.
- > Sub-surface responsibilities.
- > Permit approval.
- Monitoring and assessment.
- Compliance with Federal statutes and regulations.
- Developing new rules for fracking.

- * Unique Legal & Political Relationship
- > Educate Congress & other federal agencies.
- > MOU 2000.
- Recognize & understand tribal sovereignty!
- States received financial and technical support from the Federal Govt; Tribes did not.
- > Enforce Tribal Codes & policies.
- Fully implement EPA Indian Policy.

- * Practice of fracking is largely unregulated at the federal level.
- * Fracking was exempted from the SDWA through the so-called "Halliburton Amendment".
- * The Energy policy Act of 2005 requires regulation of fracking operations under SDWA if diesel fuel is used as a fracking fluid additive.
- * As of 2011 EPA is studying the implementation of diesel fracking rules

- * There is a lack of research on the risks of fracking fluids contaminating underground drinking water sources.
- * Claims that the possibility of water contamination through fracturing is extremely low appears to have led to a false sense of security.
- * Monitoring and research of the toxicity of fracking fluids and fate transport of fracking fluids within the subsurface and groundwater reeded.

- * Enormous quantities of chemicals are injected into fracking wells.
- * Many of the chemicals used in fracking are carcinogenic or have other toxic properties.

Examples:

- -Ethylene glycol affects the central nervous system, heart & kidneys.
- -Triethanolamine zirconate chronically toxic to aquatic species.
- -Hydro-treated light petroleum distillate causes dizziness, headache, drowsiness & nausea.
- -Methanol methy toxic, can be fatal or cause blindness.

- -Individually these chemical have known toxic effects, but they are used in various combinations and in large amounts resulting in chemical mixtures with unknown, but likely increased levels of toxicity.
- -Recent disclosure laws require listing of chemicals used in fracking fluids, but many contain chemical components that are listed as 'proprietary' or 'trade secret'.
- In many instances the oil and gas service companies were unable to identify the proprietary chemicals suggesting that the companies are injecting fluids containing chemicals that they themselves cannot identify.
 (Source U.S. House of Representatives Energy & Commerce Hydraulic Fracturing Report.).

- -The companies used 94 million gallons of 279 products that contained at least one chemical or component that the manufacturers deemed proprietary or a trade secret. (Source U.S. House of Representatives Energy & Commerce Hydraulic Fracturing Report.).
- -Degree of toxicity and dangers associated with unreported chemicals is unknown.

CONCLUSION

- * Tribal Concerns & Issues
- Protection of the water, land & air resources of our permanent homelands!
- Meaningful consultation with Indian country to obtain clear picture of the national implications.
- > Transparency & inclusion.
- > Focus on toxicity and human health impacts.
- Developing & upgrading tribal technical & administrative capabilities.

CONCLUSION

- > Tribes need revenue & jobs.
- > Energy industry shrewd business dealers.
- > Tribes & allottees basically left to fend for themselves.
- > The true meaning of trust responsibility.
- Some things more important to Indian people than money!